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OXC-0156 ✓  
Copy 5 of 6

8 December 1959

**MEMORANDUM FOR:** Acting Chief, Development Projects Division

**SUBJECT :** DPD Operational Program for Fiscal Year 1960  
and Activity Program for OXCART

1. I am transmitting to you herewith two documents recently approved by the DCI. These are the DPD Operational Program for FY-1960 (incorrectly entitled DPD Activity Programs-FY-1960) and OXCART Activity Program (incorrectly entitled Program Approval).

25X1 2. A few days ago I transmitted to you an approved activity program for the current fiscal year [redacted] This previously transmitted document together with the two transmitted herewith confirm that the following activity programs now have the necessary approval from the DCI.

25X1 CHALICE Materiel  
CHALICE Operations  
External Research

[redacted]  
Air Section

You should note, however, that no approval has yet been granted for the following:

25X1 CHALICE Development  
[redacted]

3. Although an activity program has been approved covering CORONA in part, the approval status of this Project is not at present clear to me. In the first place, I do not know in precisely what amount approvals have been obtained for the obligation of FY-1960 funds. It is clear to me, however, that neither the Director nor I has approved an activity program totaling anything like the amount in the Operational Program transmitted to you herewith. In

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the second place, I am under the impression that the total for CORONA for FY-1960 in the Operational Program is well short of the sum that will be required. Accordingly, in transmitting these documents to you I must advise you that I request, as a matter of urgency, you furnish me with a statement of amounts already approved for this Project for FY-1960 and must advise you that no obligation of funds beyond these amounts is authorized until an activity amendment has been submitted.

4. With respect to other unapproved activity programs (listed in paragraph 2 above) [REDACTED]

I do feel, however, that an activity program for CHALICE development should be submitted to me reasonably promptly even if only a small portion of it can be listed in the firm category at this time.

5. With respect to OXCART, despite the approval of the activity program transmitted herewith, I feel I must impose certain requirements for the approval by me of parts of the program as they are ready for action. My reason is that the size and sensitivity of this program and the source of funds for the bulk of it call for the closest supervision at a high level in the Agency. Accordingly, I would like to approve action of the Contracting Officer prior to his execution of contracts. Since I am notified of pending contract actions already in his Weekly Report, it will be quite sufficient to have a single sheet of paper prepared for my signature containing only the statement "Contract action with (name of company) in the amount of (\$ ) as proposed in attached Weekly Report No. \_\_\_\_ Approved." This procedure will involve a minimum of extra paper work but will compel me at least to look at these large transactions before they are finalized. In addition to the above, I wish to have at your earliest convenience what amounts to a separate activity program, still however a part of OXCART, for the opening, improvement and operation of [REDACTED] I have orally authorized certain commitments in this program and would like to receive a written note of these for the record. Additional commitments should not be entered into until the activity program is available.

**2 Attachments:**

DD/P-4-9575

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**Distribution:**

Cys 1 thru 4 - Addressee

DD/P:RMB:djm

5-DD/P Approved For Release 2005/05/16 : CIA-RDP62B00844R000200140012-5

(sgd) Richard M. Bissell, Jr.

**RICHARD M. BISSELL, JR.**  
Deputy Director  
(Plans)

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